

Weekly  
Publication of



**Cotton  
Association  
of India**

Cotton Exchange Building, 2nd Floor,  
Cotton Green, Mumbai - 400 033  
Phone: 2370 4401/02/03  
Fax: 2370 0337  
Email: eica@eica.in  
[www.caionline.in](http://www.caionline.in)

Regd.No.MH/MR/EAST/96/2009-11

Registered with the Registrar of Newspapers for India under R.No.18844/69

Published every Tuesday

Price: Rs.30 per copy

# Cotton Statistics And News

2010 \* No. 11 \* 15/06/2010

Edited & Published by : O. P. Agarwal

## Cotton Prices Escalate further in May

Contrary to expectations that cotton prices would soften after the imposition of restrictions on exports, they actually moved up in May. The data on monthly average prices of a few representative varieties since the commencement of the season are presented in the table below:

Month	Avg. Spot Rate (Rs/Candy)				
	J-34	H-4	S-6	Bunny	DCH-32
Oct. '09	21,500 (22,500)	- (23,100)	23,300 (23,300)	23,200 (24,500)	- (31,900)
Nov. '09	23,500 (20,400)	23,800 (21,900)	25,000 (22,200)	24,500 (23,000)	41,000 (30,600)
Dec. '09	24,900 (20,400)	25,700 (21,600)	26,800 (21,800)	26,800 (22,300)	42,000 (29,000)
Jan. '10	25,600 (21,000)	25,600 (21,000)	26,700 (21,500)	26,800 (21,600)	40,300 (28,200)
Feb. '10	24,900 (20,100)	25,400 (20,100)	26,500 (20,600)	26,600 (20,900)	39,700 (26,800)
Mar. '10	26,100 (20,600)	26,700 (20,100)	27,900 (20,700)	28,000 (21,100)	41,900 (26,500)
Apr. '10	27,000 (22,400)	27,600 (21,100)	28,300 (22,400)	28,600 (22,700)	42,100 (32,100)
May. '10	28100 (23100)	27700 (21800)	28800 (23600)	29100 (23100)	42700 (32200)

*Note : Figures in brackets indicate last year's prices*

The increase in average prices during May over the previous month has ranged from Rs.100 per candy in the case of H-4 to a maximum of Rs.1,100 per

candy in the case of the medium staple cotton, J-34. The increase was about Rs.500 to Rs.600 per candy in the case of long and extralong staple cottons.

The price behaviour in May was not on expected lines. The Government had imposed restrictions on cotton exports with the main object of cooling down the rising domestic prices. However, a study of the daily price trend in April and May indicates that the objective has not been achieved. Prices did decline after the imposition of restrictions on April 19 but the downturn lasted just about a week or so. Thereafter, prices remained flat for about a fortnight, only to climb further thereafter. In fact, by the middle of May prices crossed the level prevailing before the restriction and went on

### Renewal of Subscription of Cotton Weekly for April 2010-March 2011

Dear Subscribers,

Your subscription for this publication expired in March 2010. To ensure uninterrupted and continuous supply of this publication to you during the current period from April 2010 to March 2011, we request you to please send your renewal subscription amount of Rs.1,500/- immediately.

Payment is to be made in the name of Cotton Association of India payable at par in Mumbai.

The members of the Association are not required to pay any subscription amount as they are entitled to a complimentary copy of this publication.

We solicit your co-operation.

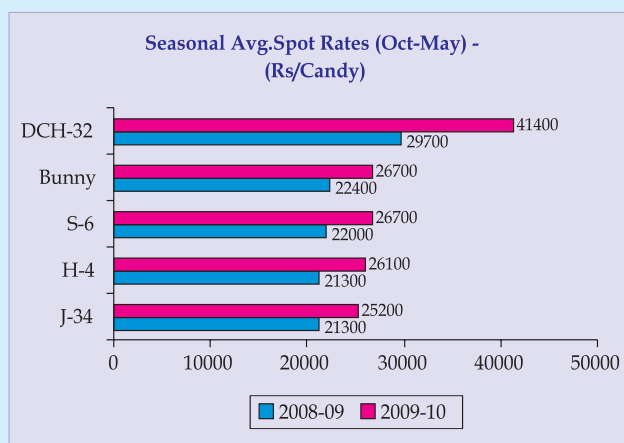
climbing till the end of the month. In the case of J-34, S-6 and Bunny, the prices at the end of May were Rs.2000 to Rs.2300 per candy higher compared to prices at the beginning of the month. It was only in the case of H-4 and DCH-32 that prices were lower at the end of the month from that at the beginning of the month.

Two factors have contributed to this uptrend during May. One is the persistent demand from the textile industry which has come out of its earlier critical period and the other is the drying up of fresh market arrivals in most of the States barring a few. It is significant to note that the maximum price escalation in May is in the case of J-34, the medium staple popular cotton in demand by the industry and whose production is short of demand due to the large scale switch over to long staple Bt.cotton in several tracts.

The average cotton prices this season have been substantially higher than those in last season. The relevant data are given in the accompanying table below:

Seasonal (Oct-May) Avg. Spot Rates (Rs/Candy)			
Variety	2008-09	2009-10	Difference
J-34	21,300	25,200	3,900
H-4	21,300	26,100	4,800
S-6	22,000	26,700	4,700
Bunny	22,400	26,700	4,300
DCH-32	29,700	41,400	11,700

While the increase in average prices during this season ranged from Rs.3900 to Rs.4800 per candy in the case of medium and long staple cottons, it was as high as Rs.11700 per candy in the case of the extralong staple cotton, DCH-32.



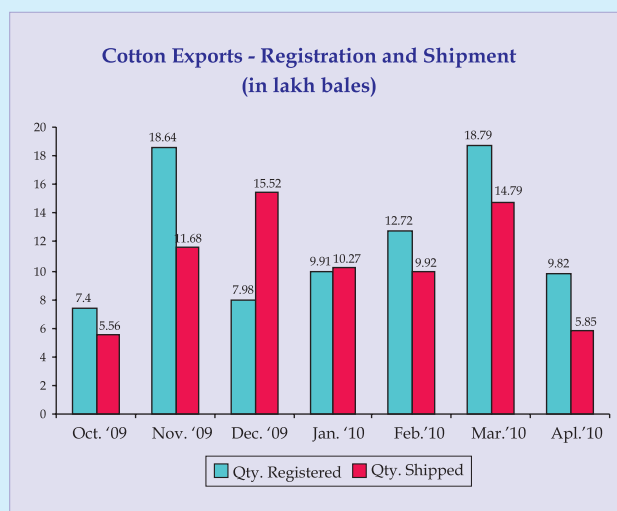
## Cotton Exports Touch 73.6 Lakh Bales by Mid-May

As per data available with the office of the Textile Commissioner, exports of raw cotton from the country aggregated to about 73.6 lakh bales by mid-May 2010. The month-wise details of registrations and shipments are given below:

Month	(In lakh bales)	
	Quantity Registered	Quantity Shipped
October 2009	7.40	5.56
November 2009	18.64	11.68
December 2009	7.98	15.52
January 2010	9.91	10.27
February 2010	12.72	9.92
March 2010	18.79	14.79
April 2010*	9.82	5.85
<b>Total</b>	<b>85.26</b>	<b>73.59</b>

\* As on 15.05.2010

Export registrations have now been suspended and cotton exports brought under the licensing regime.



## Cotton Exports to China

India maintained its top position among the suppliers of cotton to China, as per published figures. Of the total of 1.83 million tonnes imported by China from August 2009 to April 2010, 0.71 million tonnes or 39 per cent, were from India. US followed next with 0.53 million tonnes or 29 per cent of the total. However, in imports by China during April 2010, US ranked first with 0.13 million tonnes followed by India with 0.11 million tonnes.

## UPCOUNTRY SPOT RATES

		2009-10 Crop										(Rs. \ Candy)		
May 2010	BD(RG) A. Commla	BD SG	V-797	Jayadhar	Y-1	J-34	NHH-44	LRA-5166	H-4/ MECH-1	Shankar-6	Bunny/ Brahma	MCU-5/ Surabhi	DCH-32	ICC
	ICS-101	ICS-201	ICS-102	ICS-103	ICS-104	ICS-202	ICS-105	ICS-105	ICS-105	ICS-105	ICS-105	ICS-106	ICS-107	ICS-301
	22 mm	22 mm	22 mm	23 mm	24 mm	25 mm	25 mm	27 mm	28 mm	29 mm	31 mm	33 mm	35 mm	26 mm
	5.0-7.0	5.0-7.0	4.5-5.9	4.0-5.5	4.0-5.5	3.5-4.9	3.5-4.9	3.5-4.9	3.5-4.9	3.5-4.9	3.5-4.9	3.3-4.5	2.8-3.6	3.7-4.3
	15	15	19	19	20	23	22	24	25	26	27	28	31	25
1	.....	.....	.....	.....	.....	.....	MARKET CLOSED	.....	.....	.....	.....	.....	.....	.....
3	21400	21800	20000	22500	24200	27100	N.A.	26300	26800	27700	28300	N.A.	43000	N.A.
4	.....	.....	.....	.....	.....	.....	NOT QUOTED	.....	.....	.....	.....	.....	.....	.....
5	21400	21800	19900	22500	24200	27100	N.A.	26300	26800	27900	28500	N.A.	43000	N.A.
6	21400	21800	19800	22500	24200	27100	N.A.	26300	26800	27900	28500	N.A.	43000	N.A.
7	21500	21800	19800	22500	24200	27200	N.A.	26300	26800	28000	28500	N.A.	43000	N.A.
8	.....	.....	.....	.....	.....	.....	HOLIDAY	.....	.....	.....	.....	.....	.....	.....
10	21500	21800	19800	22500	24200	27200	N.A.	26300	26900	28300	28500	N.A.	43000	N.A.
11	21500	21800	19800	22500	24200	27300	N.A.	26300	27000	28300	28500	N.A.	43000	N.A.
12	21600	21900	20000	22500	24200	27400	N.A.	26300	27200	28500	28500	N.A.	43000	N.A.
13	21600	21900	20100	22500	24200	27400	N.A.	26300	27200	28500	28500	N.A.	43000	N.A.
14	21600	21900	20100	22700	24200	27700	N.A.	26300	27400	28600	28500	N.A.	43000	N.A.
15	21600	21900	20100	22700	24200	27700	N.A.	26300	27400	28600	28500	N.A.	43000	N.A.
17	21700	22000	20100	22400	24200	28000	N.A.	26500	27600	28700	28800	N.A.	42500	N.A.
18	22100	22400	20300	22500	24700	28000	N.A.	26700	27800	28900	29000	N.A.	42500	N.A.
19	22600	23000	20500	22500	24700	28300	N.A.	27000	28000	29100	29300	N.A.	42500	N.A.
20	22900	23200	20500	22500	24700	28400	N.A.	27300	28300	29200	29400	N.A.	42500	N.A.
21	22900	23300	20500	22500	24700	28400	N.A.	27300	28300	29200	29400	N.A.	42500	N.A.
22	.....	.....	.....	.....	.....	.....	HOLIDAY	.....	.....	.....	.....	.....	.....	.....
24	23000	23400	20600	22500	24700	28500	N.A.	27500	28500	29200	29700	N.A.	42500	N.A.
25	23300	23700	20600	22000	24700	29100	N.A.	27500	28500	29400	30000	N.A.	42500	N.A.
26	23400	23800	20600	22000	24800	29200	N.A.	27600	28500	29700	30300	N.A.	42500	N.A.
27	.....	.....	.....	.....	.....	.....	MARKET CLOSED	.....	.....	.....	.....	.....	.....	.....
28	23400	23800	20600	22000	24800	29200	N.A.	27600	28500	29700	30300	N.A.	42500	N.A.
29	23400	23800	20600	22000	24800	29200	N.A.	27600	28500	29700	30300	N.A.	42500	N.A.
31	23600	24000	20800	22200	25000	29400	N.A.	27800	28500	29700	30300	N.A.	42500	N.A.
H	23600	24000	20800	22700	25000	29400	-	27800	28500	29700	30300	-	43000	-
L	21400	21800	19800	22000	24200	27100	-	26300	26800	27700	28300	-	42500	-
A	22300	22600	20200	22400	24500	28100	-	26800	27700	28800	29100	-	42700	-

H = Highest L = Lowest A = Average

